Division of Health Care Finance Landon State Office Building 900 SW Jackson St., Suite 900N Topeka, KS 66612-1220



Phone: 785-368-6361 Fax: 785-368-7180 www.kdheks.gov

Susan Mosier, MD, Secretary

Department of Health & Environment

Sam Brownback, Governor

MEMORANDUM

TO: Health Care Commission

J. Scott Day Steve Dechant Kenneth Selzer Sarah Shipman Heather Young

FROM: Mike Michael

DATE: March 30, 2017

SUBJECT: Kansas Sr. Plan C Medicare Supplement Policy Rate Renewal

Blue Cross and Blue Shield of Kansas, the current provider of the Kansas Senior Plan C Medicare Supplement policy, has submitted the rate renewal for for PY 2018 in accordance with the contract.

Direct Bill members, once they are eligible for Medicare, are required to elect one of the Medicare plans. Kansas Senior Plan C is a fully insured Medicare Supplement plan offered by the State Employee Health Plan.

The Kansas Senior Plan C Medicare Supplement policy is a standardized product that is not agerated. The program has been in place for many years and enrollment numbers indicate it has been preferred by the Medicare members for their supplemental coverage needs. The current monthly premium is \$203 and this is the first proposed premium increase since 2016. The proposed premium for PY 2018 is \$212.06. Staff, along with the actuary, reviewed Blue Cross and Blue Shield's proposed premium offering for PY 2018.

Recommendation:

Staff recommends approval of the Plan Year 2018 premium for Kansas Senior Plan C of \$212.06 per member per month.